ModernGraham Valuation

Company Name:

Company Ticker RRC Date of Analysis Range Resources Corp.



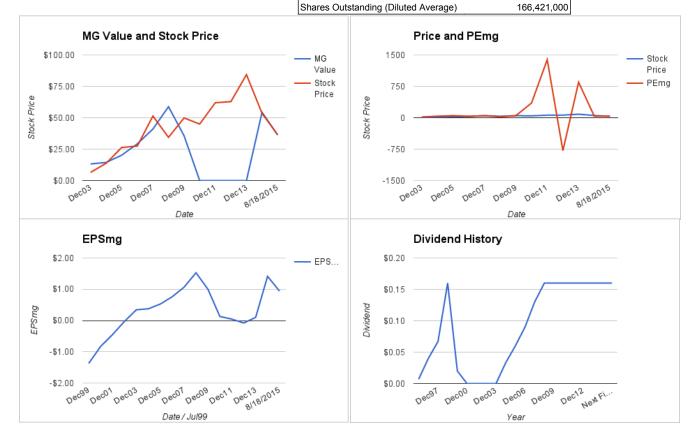
8/18/2015

Stage 1: Is this company suitable for the Defensive Investor or the Enterprising Investor?

Defensive Investor; must pass 6 out of the following 7 tests.

Defensive investor, in	fust pass 6 out of the following 7 tests.		
	1. Adequate Size of the Enterprise	Market Cap > \$2Bil	Pass
	2. Sufficiently Strong Financial Condition	Current Ratio > 2	Fail
	3. Earnings Stability	Positive EPS for 10 years prior	Fail
	 Dividend Record Earnings Growth 	Dividend Payments for 10 years prior Increase of 33% in EPS in past 10 years using 3 year averages at beginning and end	Pass Fail
	6. Moderate PEmg Ratio	PEmg < 20	Fail
	7. Moderate Price to Assets	PB Ratio < 2.5 OR PB*PEmg < 50	Pass
		C C	
Enterprising Investor,	must pass 4 out of the following 5 tests, or b	e suitable for the Defensive Investor.	
	1. Sufficiently Strong Financial Condition	Current Ratio > 1.5	Fail
	2. Sufficiently Strong Financial Condition	Debt to NCA < 1.1	Fail
	3. Earnings Stability	Positive EPS for 5 years prior	Fail
	4. Dividend Record	Currently Pays Dividend	Pass
	5. Earnings Growth	EPSmg greater than 5 years ago	Pass
Suitability	- / .		
	Defensive	No	
	Enterprising	No	
Stage 2: Dete	rmination of Intrinsic Value		
	EPSmg	0.9	4
	MG Growth Estimate	15.009	6
	MG Value	\$36.2	7
	MG Value based on 3% Growth	\$13.6	6
	MG Value based on 0% Growth	\$8.0	1
	Market Implied Growth Rate	15.119	6
MG Opinion			
	Current Price	\$36.4	7
	% of Intrinsic Value	100.56%	6
	Opinion	Fairly Valued	
Stage 3: Infor	mation for Further Research		
	Net Current Asset Value (NCAV)	-\$30.3	5
	PEmg	38.7	2
	Current Ratio	0.7	4
	PB Ratio	1.7	
	Dividend Yield	0.449	
	Number of Consecutive Years of Dividend Growth		0
Useful Links:	ModernGraham tagged articles	Morningstar	
	Google Finance	MSN Money	
	Yahoo Finance	Seeking Alpha	
	GuruFocus	SEC Filings	

EPS History		EPSmg History	
Next Fiscal Year Estimate	-\$0.73	Next Fiscal Year Estimate	\$0.94
Dec14	\$3.79	Dec14	\$1.41
Dec13	\$0.70	Dec13	\$0.10
Dec12	\$0.08	Dec12	-\$0.08
Dec11	\$0.36	Dec11	\$0.04
Dec10	-\$1.53	Dec10	\$0.13
Dec09	-\$0.35	Dec09	\$1.00
Dec08	\$2.25	Dec08	\$1.53
Dec07	\$1.54	Dec07	\$1.07
Dec06	\$1.14	Dec06	\$0.76
Dec05	\$0.85	Dec05	\$0.53
Dec04	\$0.38	Dec04	\$0.37
Dec03	\$0.41	Dec03	\$0.34
Dec02	\$0.32	Dec02	-\$0.03
Dec01	\$0.24	Dec01	-\$0.45
Dec00	\$0.64	Dec00	-\$0.83
Dec99	-\$0.18	Dec99	-\$1.37
Dec98	-\$4.55	Balance Sheet Information	Jun15
Dec97	-\$0.87	Total Current Assets	\$373,608,000
Dec96	\$0.46	Total Current Liabilities	\$506,752,000
Dec95	\$0.21	Long-Term Debt	\$3,464,000,000
		Total Assets	\$8,805,931,000
		Intangible Assets	\$0
		Total Liabilities	\$5,424,517,000
		1	



Disclaimer:

This valuation is not investment advice. Anyone who is considering making an investment decision should speak to a registered investment advisor. The author did not hold a position in any company mentioned in this article at the time of publication and had no intention of changing those holdings within the next 72 hours.

Recommended Reading:

 Other ModernGraham posts about the company
 19 Companies to Research This Week – 8/23/14 Range Resources Corporation Annual Valuation – 2014 \$RRC

Other ModernGraham posts about related companies

Helmerich & Payne Inc. Analysis – August 2015 Update \$HP FMC Technologies Inc. Analysis – August 2015 Update \$FTI Denbury Resources Inc. Analysis – August 2015 Update \$DNR Western Refining Inc. Analysis – Initial Coverage \$WNR WPX Energy Inc. Analysis – 2015 Update \$WPX Marathon Petroleum Corporation Analysis – 2015 Update \$MPC Valero Energy Corporation Analysis – July 2015 Update \$VLO National Oilwell Varco Analysis – July 2015 Update \$NOV Magellan Midstream Partners LP Analysis – Initial Coverage \$MMP Schlumberger Limited Analysis – July 2015 Update \$SLB